SAPC-24432 Copy <u>1</u> of 10 20 February 1958

The Ramo-Wooldridge Corporation Los Angeles 45, California

Subject: Contract Nos. A-101, A-102, A-103 and NY-A-501

Gentlemen:

Reference is made to your letter dated 10 February 1958, (CMCC Doc. No. 151X5.974) requesting approval of revised billing rates for calendar year 1958, subject to revision as circumstances dictate.

The following rates are hereby approved:

Control Systems Division
Communications Division
R & D
Pilot Line
Divisional G & A

Electronic Instrumentation Co.
R & D
Production - Labor
Production - Material
Corporate G & A

Space Technology Laboratories

The aforementioned rates are for billing purposes only and subject to further change.

Very truly yours,

25X1A

25X1

Contracting Officer

25X1

25X1

,

Distribution:

Orig - , R-W

- A-101, Folder 2 Overhead Section,

w/SAPC-24526

Sem - A-102 (A&I)

- A-103 (A&I)

- A-103 (A&I)

- NY - NY-A-501 (A&I)

- Proj. Finance

LMN:1mv (20/2/58)

10 - Proj. Chrono

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Approved For Release 2007/11/19 : CIA-RDP81B00878R000300020024-5

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JIUNLI,

10 February 1958

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Dear Dan:

The Communications Division forecast of rates for Overhead and General and Administrative Expense for the calendar year 1958 are as follows:

Overhead

G. & A

Pilot Line

As in 1957, the General and Administrative Expense consists of Division Administrative Expense applied to the total of Direct Labor, Overhead and Other Direct Costs, and Corporation General and Administrative Expense applied to the total Division Cost of Sales including Division Administrative Expense. The forecasts of Overhead Expenses by quarters vary some, but generally indicate fairly stable Overhead Rates during the year. The same is true for Division Administrative Expense. Corporation General and Administrative Expense, however, is expected to be higher in the first part of the year than the latter part due to the expectation that the Cost of Sales base will be increasing during the year. For these reasons, provisional billing rates for the first quarter of 1958 have been requested and approved by the Resident Air Force Administrative Contracting Officer as follows:

Overhead G & A

It is planned that adjustments to these rates will be requested as circumstances dictate to maintain billing rates consistent with actual expense.

Attached is a copy of the letter in which the Administrative Contracting Officer approved the above rates for the Communications Division and which indicates the rates also approved for the other Divisions of The Ramo-Wooldridge Corporation. The Communications Division will commence using these rates with the first vouchers submitted for costs incurred in 1958.

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Sincerely,

This document contains information affecting the national defense of the United States within the meaning of the Espionage Laws, Tills 18 U.S.C., Socian 793 and 794. Its transmission or the revolution of its contents in any manner to an unauthorized person is prohibited by law.

Letter dated January 17, 1958 from

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